

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3402-01
Bill No.: SB 968
Subject: Education, Elementary and Secondary; Teachers
Type: Original
Date: January 26, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** indicated this proposal would have no fiscal impact on their agency; however, the proposal could result in significant costs for local school districts. DESE was unable to provide an estimate of the potential costs to school districts.

Official from the **Parkway School District** indicated this proposal could be very costly to their school district. That cost would vary depending on the number of positions, amount of withholdings, teacher pay, etc.

Officials from the **Mexico School District** estimated the cost per teacher would range from \$7,500 to \$15,000.

Officials from the **Columbia Public Schools** did not estimate the cost per teacher, but indicated the proposal would result in more budget reductions and larger class sizes.

Officials from the **Saint Louis Public Schools** estimated the cost per teacher at a range from \$9,500 to \$19,000.

ASSUMPTION (continued)

Officials from the **Kansas City Missouri School District** indicated payment of teachers salaries for those that could be furloughed could be significant.

Officials from the **Nixa Public Schools** and the **St Joseph School District** did not respond to our request for fiscal note.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
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LOCAL SCHOOL DISTRICTS

Cost - Partial payment of contracts of laid off teachers

(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)
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ESTIMATED NET EFFECT ON LOCAL SCHOOL DISTRICTS

<u>(Unknown - Expected to Exceed \$100,000)</u>	<u>(Unknown - Expected to Exceed \$100,000)</u>	<u>(Unknown - Expected to Exceed \$100,000)</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal states that if a school district places a contracted teacher on leave of absence after thirty days, but less than sixty days, subsequent to the Governor signing the Elementary and Secondary Education appropriation bill, the district shall pay the affected teacher one quarter of the value of that teacher's contract. If a school district places a contracted teacher on leave of absence after sixty days subsequent to the Governor signing the Elementary and Secondary

DESCRIPTION (continued)

Education appropriation bill, but before half of that school year is completed, the district shall pay the affected teacher one half of the value of that teacher's contract.

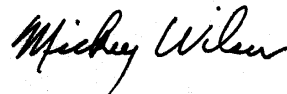
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Kansas City Missouri School District
Columbia Public Schools
Parkway School District
Saint Louis Public Schools
Mexico Public Schools

NOT RESPONDING

St Joseph Public School District
Nixa R-II School District



Mickey Wilson, CPA
Director
January 26, 2004